

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2007

	August-07				July-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	FYTD Net	FY07 Net	Ended 6/30/2007 Net	Ended 6/30/2007 Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	19,190,294	1.5%	1.5%	1.09%	19,267,834	1.5%	1.5%	-3.21%	-2.15%	21.84%	13.35%	N/A
Total Structured Growth	19,190,294	1.5%	1.5%	1.09%	19,267,834	1.5%	1.5%	-3.21%	-2.15%	21.84%	13.35%	10.94%
Russell 1000 Growth				1.59%				-1.55%	0.02%	19.04%	8.70%	9.28%
<i>Structured Value</i>												
LSV	18,933,666	1.5%	1.5%	1.43%	18,701,048	1.4%	1.5%	-4.84%	-3.48%	23.77%	19.00%	16.55%
Russell 1000 Value				1.12%				-4.62%	-3.56%	21.87%	15.93%	13.31%
Russell 1000 Enhanced Index												
LA Capital	38,428,934	3.0%	2.9%	0.90%	38,158,220	2.9%	2.9%	-3.86%	-2.99%	21.27%	13.46%	N/A
Russell 1000				1.36%				-3.09%	-1.77%	20.43%	12.34%	
S&P 500 Enhanced Index												
Westridge	42,612,219	3.3%	2.9%	1.53%	41,084,188	3.2%	2.9%	-1.62%	-0.11%	21.12%	11.98%	N/A
S&P 500				1.50%				-3.10%	-1.65%	20.59%	11.68%	
<i>Index</i>												
State Street	11,833,278			0.80%	11,755,459			-4.09%	-3.31%	21.82%	12.34%	11.08%
Total 130/30	11,833,278	0.9%	1.0%	0.80%	11,755,459	0.9%	1.0%	-4.09%	-3.31%	21.82%	12.34%	11.08%
S&P 500				1.50%				-3.10%	-1.65%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	130,998,392	10.1%	9.8%	1.20%	128,966,749	9.9%	9.8%	-3.22%	-2.06%	21.86%	13.76%	12.22%
S&P 500				1.50%				-3.10%	-1.65%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	20,318,340	1.6%	1.6%	0.30%	20,378,622	1.6%	1.6%	-6.33%	-6.04%	18.39%	13.70%	14.37%
Russell 2000 + 200bp				2.43%				-6.67%	-4.40%	18.76%	15.72%	16.16%
<i>Enhanced</i>												
Research Affiliates	19,690,879	1.5%	1.6%	0.87%	19,587,912	1.5%	1.6%	N/A	N/A	N/A	N/A	N/A
Russell 2000				2.27%				-6.84%	-4.73%			
TOTAL SMALL CAP DOMESTIC EQUITY	40,009,219	3.1%	3.3%	0.58%	39,966,534	3.1%	3.3%	-6.33%	-5.78%	18.39%	13.70%	14.37%
Russell 2000				2.27%				-6.84%	-4.73%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY												
<i>Large Cap - Active</i>												
Capital Guardian	40,752,319	3.1%	3.2%	-2.30%	41,800,109	3.2%	3.2%	-1.85%	-4.10%	25.99%	21.19%	14.89%
LSV	42,628,887	3.3%	3.2%	-3.14%	44,029,781	3.4%	3.2%	-1.90%	-4.98%	31.24%	N/A	N/A
Total Large Cap - Active	83,381,206	6.4%	6.4%	-2.73%	85,829,890	6.6%	6.4%	-1.87%	-4.55%	28.57%	22.95%	18.43%
MSCI EAFE - 50% Hedged				-1.40%				-2.31%	-3.68%	26.94%	22.55%	15.71%
<i>Small Cap - Value</i>												
Lazard	10,450,873	0.8%	0.8%	-4.20%	10,918,058	0.8%	0.8%	-0.60%	-4.77%	21.03%	20.93%	N/A
Citigroup Broad Market Index < \$2BN				4.60%				1.20%	5.86%	28.58%	26.34%	
<i>Small Cap - Growth</i>												
Vanguard	10,116,083	0.8%	0.8%	-2.97%	10,431,385	0.8%	0.8%	-0.46%	-3.42%	31.00%	28.08%	N/A
Citigroup Broad Market Index < \$2BN				4.60%				1.20%	5.86%	28.58%	26.34%	
TOTAL INTERNATIONAL EQUITY	103,948,162	8.0%	8.0%	-2.90%	107,179,334	8.3%	8.0%	-1.62%	-4.48%	28.02%	23.43%	17.15%
MSCI EAFE - 50% Hedged				-1.40%				-2.31%	-3.68%	26.94%	22.55%	15.71%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	183,360,279	14.1%	14.1%	0.57%	182,375,641	14.1%	14.1%	0.16%	0.74%	7.29%	4.44%	5.64%
Lehman Aggregate				1.23%				0.83%	2.07%	6.12%	3.98%	4.48%
<i>Mortgage Backed</i>												
Hyperion	50,421,504	3.9%	4.0%	-0.61%	51,535,673	4.0%	4.0%	0.09%	-0.52%	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				1.02%				1.09%	2.11%			
<i>Core Plus/Enhanced</i>												
Clifton Group	51,816,404	4.0%	4.0%	1.69%	51,013,263	3.9%	4.0%	1.64%	3.36%	5.52%	N/A	N/A
Prudential	50,311,224	3.9%	4.0%	0.95%	49,882,751	3.8%	4.0%	-0.29%	0.65%	N/A	N/A	N/A
Total Core Plus/Enhanced	102,127,628	7.8%	8.0%	1.32%	100,896,014	7.8%	8.0%	0.67%	2.01%	5.95%	N/A	N/A
Lehman Aggregate				1.23%				0.83%	2.07%	6.12%		
<i>Index</i>												
Bank of ND	91,731,941	7.0%	7.0%	1.32%	90,588,726	7.0%	7.0%	1.11%	2.45%	5.45%	2.92%	4.32%
Bank of ND CD'S	37,387,790	2.9%	2.9%	0.42%	37,230,884	2.9%	2.9%	0.42%	0.84%	5.33%	N/A	N/A
Total Index	129,119,731	9.9%	9.9%	1.06%	127,819,610	9.9%	9.9%	0.91%	1.98%	5.80%	2.91%	4.25%
Lehman Gov/Credit (1)				1.28%				1.00%	2.29%	6.00%	3.04%	4.35%
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	181,764,677	14.0%	14.1%	0.97%	180,016,045	13.9%	14.1%	-0.21%	0.76%	7.93%	4.86%	6.59%
Lehman US Credit BAA				1.06%				-0.06%	1.00%	7.54%	4.47%	6.59%
TOTAL DOMESTIC FIXED INCOME	646,793,820	49.7%	50.0%	0.81%	642,642,983	49.5%	50.0%	0.28%	1.09%	7.20%	4.04%	5.45%
Lehman Aggregate (2)				1.23%				0.83%	2.07%	6.12%	4.13%	4.87%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)												
Northern Trust Global Investments	144,300,361	11.1%	11.0%	0.91%	143,011,156	11.0%	11.0%	2.30%	3.22%	3.93%	3.78%	N/A
Western	142,721,650	11.0%	11.0%	0.75%	141,649,777	10.9%	11.0%	1.98%	2.75%	3.35%	3.40%	N/A
TOTAL TIPS	287,022,011	22.1%	22.0%	0.83%	284,660,933	21.9%	22.0%	2.28%	2.99%	3.64%	3.59%	N/A
LB US TIPS Index				0.87%				2.28%	3.17%	4.07%	3.96%	N/A
REAL ESTATE												
JP Morgan	85,046,061	6.5%	6.0%	-0.12%	85,046,061	6.6%	6.0%	-0.12%	-0.24%	16.00%	N/A	N/A
NCREIF Total Index				1.51%				1.51%	3.04%	17.24%	17.14%	N/A
CASH EQUIVALENTS												
Bank of ND	7,398,543	0.6%	1.0%	0.43%	8,911,282	0.7%	1.0%	0.44%	0.87%	5.36%	4.10%	3.00%
90 Day T-Bill				0.56%				0.39%	0.95%	5.21%	3.78%	2.76%
TOTAL WSI	1,301,216,209	100.0%	100.0%	0.47%	1,297,373,876	100.0%	100.0%	-0.10%	0.37%	10.33%	6.98%	7.90%
POLICY TARGET BENCHMARK				1.01%				0.30%	1.31%	9.58%	7.13%	7.50%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit Index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.